

TOP SECRET

2 May 1959

MEMORANDUM FOR: Deputy Director of Central Intelligence

SUBJECT : SAC Proposals for European Peripheral Photo Flights - U-2

REFERENCE : Memo for DD/P from Acting Chief, DPD-DD/P, dated 24 April 1959, same subject (CHAL-0646) (Attached)

25X1C

Herewith is a memorandum from Colonel Burke that is self-explanatory. As you will note, I have concurred with his recommendation that we should endeavor to forestall the SAC missions herein referred to (though I believe it would be unwise for us to approach [redacted] for this purpose). I believe the most efficacious action would be a call by you to General White. If however you would prefer to have this handled in some other way, would you so advise me.

RICHARD M. BISSELL, JR.  
Deputy Director  
(Plans)

~~Attachment:~~  
CHAL-0646 (Cy 1)

"M. R. - Discussed with Cunningham. He reported 5 May that AF holding up this project but may reopen using [redacted] I ask C. to instruct Burke [redacted]

25X1A

(s) C. P. G.

5 MAY 1959

25X1A

TOP SECRET

25X1A

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PRELUDE

Estimates for FY 1960-61 contained herein are based on past experience, factors furnished by other sections, and situation estimates promulgated by the Materiel Branch.

25X1A

Chief, Materiel Branch  
DFD-DD/P

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25X1A

BUDGET ESTIMATE FY 1960-61

|         |        |  |
|---------|--------|--|
| CHALICE | 1960 - |  |
|         | 1961 - |  |
| GUSTO   | 1960 - |  |
|         | 1961 - |  |
| CORONA  | 1960 - |  |
|         | 1961 - |  |
| AMS     | 1960   |  |
|         | 1961   |  |
| TOTAL   | 1960 - |  |
|         | 1961 - |  |

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BUDGET ESTIMATE  
FY-1960 FY-1961

Project CHALICE.....Tab "A"  
Project GUSTO.....Tab "B"  
Project CORONA.....Tab "C"  
Air Maintenance Section ...Tab "D"

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BUDGET ESTIMATE  
FY-1960 FY-1961

PROJECT CHALICE

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CHALICE

Base Operation & Maintenance - Domestic

Tab A-1

Base Operation & Maintenance-Foreign

Tab A-2

Property-Domestic

Tab A-3

Material

Tab A-4

Travel

/ Tab A-5

Construction-Domestic

Tab A-6

Construction-Foreign

\* Tab A-7

Contracts

Tab A-8

Other (  )

Tab A-9

25X1

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BASE OPERATIONS AND MAINTENANCE

DOMESTIC

25X1A

|       |   |                           |      |
|-------|---|---------------------------|------|
| 1.    | <input type="text"/>  | Maintenance and Caretaker | 1960 |
|       |   |                           | 1961 |
| 2.    | Test Site: Maintenance of facilities, operation replacement of items, replacement of two commercial vehicles. Mail, phone charges, commo leases.  | 1960                      |      |
|       |   | 1961                      |      |
| 25X1A | 3. <input type="text"/> Payment of mail, air freight, Local Purchase of items not available through Air Force Supply System, operation of two vehicles and replacement of one vehicle FY 1961. Specialized repair of peculiar property. | 1960                      |      |
|       |   | 1961                      |      |
|       | GRAND TOTAL   | 1960                      |      |
|       | GRAND TOTAL   | 1961                      |      |

25X1A

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BASE OPERATIONS AND MAINTENANCE

FOREIGN

25X1A

|  |      |      |       |
|--|------|------|-------|
| 1. Detachment "A": Local repair of items in storage to support Detachment "B".   | 1960 | 1961 | 25X1A |
|  | 1961 |      |       |
| 2. Detachment "B": Support of local purchase requirements, i.e., repair and replacement of quarters items and one time requirements of a local nature. | 1960 | 1961 |       |
|  | 1961 |      |       |
| 3. Detachment "C": Support of local purchase requirements, i.e., repair and replacement of quarters items and one time requirements of a local nature. | 1960 | 1961 |       |
|  | 1961 |      |       |
| GRAND TOTAL  | 1960 | 1961 |       |
| GRAND TOTAL  | 1961 |      |       |

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CONSTRUCTION

DOMESTIC

1. Edwards Air Force Base

- a. Remodel hangar
- b. Provide additional lab space

25X1A

1960  
1961

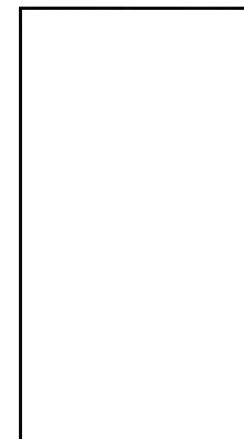
2. Air Maintenance Section

- a. Remodel hangar for office, lab and shop space

1960  
1961

GRAND TOTAL  
GRAND TOTAL

1960  
1961



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CONSTRUCTION



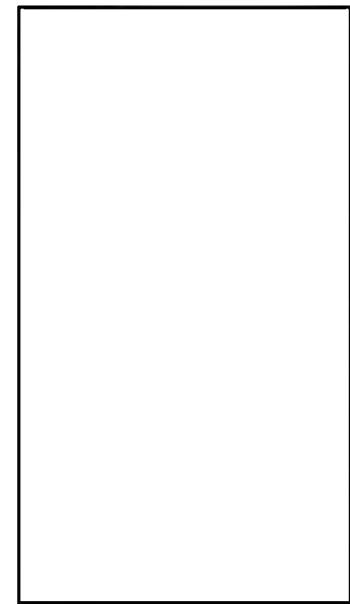
25X1

1. Detachment "B"

- a. Procure and install ten trailers
- b. Minor alterations to buildings

1960  
1961

25X1A



2. Detachment "C"

- a. Minor alterations to buildings

1960  
1961

3. Staging Construction

- a. Minor construction at two locations for staging (Base Unknown)

1960  
1961

GRAND TOTAL  
GRAND TOTAL

1960  
1961

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PROPERTY

DOMESTIC

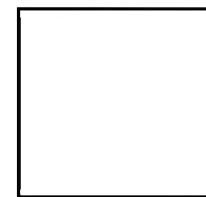
25X1A 1. Items of a replacement nature, spare parts for  
[redacted] items and to support local purchase  
requirements of newly generated items.

25X1A

1960  
1961

GRAND TOTAL  
GRAND TOTAL

1960  
1961



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MATERIEL

Items furnished from Agency stocks such as arms, ammo and other special items of equipment includes communications which is supported by an attachment to this paper. This estimate does not include support for the [redacted]

25X1A

TOTAL 1960  
ESTIMATE 1961

[redacted]

25X1A

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CONTRACTS (CHALICE)

I. Hycon Manufacturing Company - HF-CT-696 & BC-450

25X1A

A. Repair and Overhaul

Contractor contemplates that the maintenance and overhaul operation will continue at the present reduced level of activity. The estimate is based on a continuation of the present level of operation.

25X1A

B. Spare Parts, Test Equipment, Mod Kits

Contractor estimates that supplies, equipment, components and/or kits to be furnished the project during fiscal year 1960 will be approximately [REDACTED] This amount is based on the present level of activity and experience to date in support of project operations.

25X1A

C. Test Site Operation and Support

The estimate to continue support of limited operations at a ZI Test Site to perform testing and check out of existing equipment or modification is based upon one-half time support of a three (3) man factory team. This estimate is based on a parallel to the maintenance and overhaul activity.

25X1A

TOTAL 1960  
ESTIMATE 1961

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II. Baird Atomic Incorporated - HF-CT-691 & TM-1606

25X1A

A. Overhaul and Repair [redacted]

25X1A

Furnish overhaul and repair services at contractors plant at the present level under Contract [redacted]. Average billings are estimated at [redacted] per month.

25X1A

B. Spare Parts & Test Equipment [redacted]

25X1A

Furnish supplies, equipment, components, etc., as called for by project activities. Average billings are estimated at [redacted] Contract [redacted] applies.

25X1A

TOTAL 1960  
ESTIMATE 1961

[redacted]

25X1A

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III. Perkin-Elmer - MF-CT-695 & SC-56-42

25X1A

A. [REDACTED]

Call type contract to furnish equipment, spare parts, mod kits, components and data for equipment previously furnished.

25X1A

B. [REDACTED]

M & O contract to furnish necessary maintenance and repair of government owned equipment including in-plant engineering as required to accomplish tasks.

25X1A

TOTAL 1960  
ESTIMATE 1961

[REDACTED]

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25X1A IV. Lockheed Aircraft Corporation - [redacted]

25X1A A. Purchased Parts and Equipment [redacted]

25X1A During past fiscal year billing has been approximately [redacted] per month to furnish equipment, spare parts, mod kits and components. Contractor anticipates present level to continue.

25X1A B. Service Bulletin Kits [redacted]

25X1A Routine service bulletin kit costs have averaged approximately [redacted] per month. For estimates it is anticipated the same level will continue.

25X1A C. Major Work Items [redacted]

25X1A This category would include major modifications or improvements to [redacted] and associated equipment. Such as, dual oxygen kits, fuel vent kits, etc.

25X1A D. Edwards Telephone and TWX Installation Operation [redacted]

25X1A The operation cost of this item averages [redacted] per month and will continue during period that flight test operations are conducted at EAFB.

25X1A TOTAL 1960 [redacted]  
ESTIMATE 1961 [redacted]

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V. Haller, Raymond and Brown, Incorporated - HF-CT-698

25X1A      A. Call Type Contract

To furnish equipment, spare parts, mod kits, components and data for equipment previously furnished. Expanded use of System VII is estimated to increase costs in 1961.

25X1A

|          |      |
|----------|------|
| TOTAL    | 1960 |
| ESTIMATE | 1961 |

VI. Eastman Kodak - FP-1054

25X1A

A. Call Type Contract

25X1A

The negative film usage projected by letter DPD-1465-59  
envisions a usage of  of 9 $\frac{1}{2}$ " film and

25X1A

of 70mm film. Assuming a 25% return of the  
material and five dupes (

25X1A

present production is at the  
rate of  per year, but there will be an  
added load next year due to backlog of sequential printing  
so  may be a reasonable minimum to consider.

25X1A

Chemicals, spools, leader and supplies are calculated based  
on past experience.

25X1A

- (1) Negative Film
- (2) Dupe Film
- (3) Miscellaneous Film  
(HTA & Process Control)
- (4) Chemicals
- (5) Spools, Cans & Cartons
- (6) Leader
- (7) Supplies

TOTAL 1960  
ESTIMATE 1961

VII. Firewall Company - HF-TM-16 & HF-CT-692

25X1A A. [redacted]

This is the maintenance and overhaul contract to provide maintenance and repair of Government owned equipment including in-plant engineering required to accomplish assigned tasks.

25X1A B. [redacted]

This is a call type contract to furnish equipment, spare parts, mod kits, components and data for equipment previously furnished the Government.

25X1A

TOTAL 1960  
ESTIMATE 1961

[redacted]

25X1A

David Clark

A.

[redacted]

Spare parts, KITS etc.

25X1A

B.

[redacted]

M&O.

25X1A

1960.  
1961.

[redacted]

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